

By: Hernandez Luna

H.B. No. 503

A BILL TO BE ENTITLED

AN ACT

relating to the ability of a homeowners' association board member to contract with the association.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 209.00591, Property Code, is amended by adding Subsection (d) to read as follows:

(d) A board member may not enter into a contract with the association under which the board member receives financial compensation for goods or services provided to the association.

SECTION 2. (a) This section takes effect only if the Act of the 83rd Legislature, Regular Session, 2013, relating to nonsubstantive additions to and corrections in enacted codes does not become law.

(b) Section 209.00592, Property Code, as added by Chapter 1217 (S.B. 472), Acts of the 82nd Legislature, Regular Session, 2011, is amended by adding Subsection (c) to read as follows:

(c) A board member may not enter into a contract with the association under which the board member receives financial compensation for goods or services provided to the association.

SECTION 3. The change in law made by this Act applies only to a contract entered into or renewed on or after the effective date of this Act.

SECTION 4. This Act takes effect September 1, 2013.